

Message Text

LIMITED OFFICIAL USE

PAGE 01 STATE 158032
ORIGIN IO-14

INFO OCT-01 CIAE-00 CU-02 INR-07 NSAE-00 AID-05 USIA-06
AF-10 ARA-10 EA-07 EUR-12 NEA-10 ISO-00 /084 R

DRAFTED BY IO/UNESCO:WPOBRIEN:LL
APPROVED BY IO/UNESCO:RCHEATER
IO/IBC:WSOUTHWORTH
IO/EX:GSTARKEY
-----093814 072304Z /65

P R 072135Z JUL 77
FM SECSTATE WASHDC
TO AMEMBASSY PARIS PRIORITY
INFO USMISSION GENEVA
AMEMBASSY LONDON
USMISSION USUN NEW YORK

LIMITED OFFICIAL USE STATE 158032

NESCO

E.O. 11652: N/A

TAGS: UNESCO, PORG, AORG

SUBJECT: UNESCO: GENEVA GROUP DISCUSSION AND RECOMMENDATION ON SETTING BUDGET CEILING

REF: (A) PARIS 18705; (B) PARIS A-217

1. DEPT DOES NOT REPEAT NOT AGREE WITH AUSTRALIAN PROJECTION FOR UNESCO 1979-80 BUDGET. DISAGREEMENT BASED PRIMARILY ON ESTIMATED RATE OF FRENCH INFLATION (17 PERCENT) IN 1977-78. AMEMBASSY PARIS (REF B) NOTES THAT FRENCH RATE OF INFLATION CURRENTLY 9.9 PERCENT, WITH PROSPECTS OF IT BEING BROUGHT DOWN TO 8.5-9.0 PERCENT IN LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 STATE 158032

1977 AND TO 7 PERCENT IN 1978. AMEMBASSY FORECASTS, HOWEVER, THAT OWING UNCERTAINTY OF FRENCH POLICY, INFLATION RATE DURING FY 1977 WILL RANGE BETWEEN 9.0-9.5 PERCENT; 8.0-12.0 PERCENT IN 1978; AND 6.0-12.0 PERCENT IN 1979. IT WOULD SEEM THAT THE AUSTRALIAN ESTIMATE, AS WELL AS THE GG ESTIMATE (27 PERCENT), IS OVERLY HIGH. DEPT ALSO NOTES THAT DIRECTOR GENERAL FORECAST (19 C/5

REV. 3) NO INCREASE OVER DOLS. 14.8 MILLION IN 1977
INFLATION COST. SUBTRACTING APPROPRIATION RESERVE OF DOLS.
13.3 MILLION PROVIDED IN 1977-78 BUDGET FROM ESTIMATED
TOTAL INFLATION COST DOLS. 14.8 MILLION FOR 1977 LEAVES A
DEFICIT OF ABOUT DOLS. 1.5 MILLION. DG FURTHER ESTIMATED
(98 EX/5) THAT ABOUT DOLS. 4.5 MILLION WOULD BE NECESSARY
TO COVER 1978 INFLATION COST.

2. DEPT QUESTIONS DOLS. 7 MILLION ESTIMATE FOR CAPITAL
EXPENDITURE. THIS ITEM BUDGETED AT DOLS. 5.6 MILLION FOR
1977-78 DEPT ESTIMATE FOR 1979-80 IS DOLS. 6.4 MILLION.

3. AUSTRALIAN PROJECTION ON COST TO IMPLEMENT FINAL STAGE
OF CHINESE LANGUAGE SEEMS TOO LOW. ACCORDING TO DIRECTOR
GENERAL AT 18TH REPEAT 18TH GC COST ESTIMATED TO BE DOLS.
1.9 MILLION, BASED ON 5.10 FF TO DOLLAR. CONSERVATIVE
ESTIMATE NOW MORE LIKELY DOLS. 2.3 MILLION.

4. DEPT'S PROJECTION 1979-80 UNESCO BUDGET IS DOLS.
250,272,693, CALCULATED AS FOLLOWS:

1977-78 APPROPRIATION	224,413,000
1977-78 INFLATION NOT COVERED BY APPROPRIATION RESERVE	6,059,585
1979 INFLATION (10 PERCENT)	10,723,000
PROGRAM GROWTH (4 PERCENT)	5,840,880
LIMITED OFFICIAL USE	

LIMITED OFFICIAL USE

PAGE 03 STATE 158032

USE OF CHINESE LANGUAGE	2,300,000
INCREASE IN AMORTIZATION OF SIXTH BUILDING ...	826,228

TOTAL 250,272,693

5. DEPT, THEREFORE, CANNOT REPEAT NOT ACCEPT DOLS. 270
MILLION AS INDICATIVE TARGET FIGURE FOR 1979-80 BUDGET.
DEPT'S ESTIMATE ADMITTEDLY CONSERVATIVE BUT BELIEVE IT
TO BE MORE ACCURATE THAN AUSTRALIAN PROJECTION. VANCE

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: BUDGETS, POLICIES, INSTRUCTIONS, INTERNATIONAL ORGANIZATIONS
Control Number: n/a
Copy: SINGLE
Sent Date: 07-Jul-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 22 May 2009
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977STATE158032
Document Source: CORE
Document Unique ID: 00
Drafter: WPOBRIEN:LL
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D770242-0183
Format: TEL
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t19770781/aaaacsob.tel
Line Count: 103
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 6d4ba66f-c288-dd11-92da-001cc4696bcc
Office: ORIGIN IO
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 77 PARIS 18705, 77 PARIS A-217
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 03-Mar-2005 12:00:00 am
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 1933483
Secure: OPEN
Status: NATIVE
Subject: UNESCO: GENEVA GROUP DISCUSSION AND RECOMMENDATION ON SETTING BUDGET CEILING
TAGS: PORG, AORG, US, UNESCO
To: PARIS
Type: TE
vdkgvwkey: odhc://SAS/SAS.dbo.SAS_Docs/6d4ba66f-c288-dd11-92da-001cc4696bcc
Review Markings:
Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
22 May 2009
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009